

ITEM # _____

PREPARED BY: _____

COMMISSIONER: RITZ

APPROVED BY: _____
COUNTY ATTORNEY

**RESOLUTION REDUCING ANNUAL CAPITAL OUTLAY
BY SHELBY COUNTY TO ACTUAL REPAIRS AND MAINTENANCE AND
SCHOOL CONSTRUCTION FOR THE FISCAL YEARS 2009, 2010, and 2011
EFFECTIVE JULY 1, 2008. Sponsored by Commissioner Mike Ritz.**

WHEREAS, Shelby County's annual required Debt Service for FY2009, FY2010, and FY2011 will exceed the required and budgeted Debt Service for FY2008 and prior fiscal years; and

WHEREAS, The only available source of additional funds is the Real Estate Property Tax; and

WHEREAS, Shelby County property tax rate is the highest county property tax rate in the State of Tennessee; and

WHEREAS, The combined city and county property tax rates in Memphis, Bartlett, Germantown, and Collierville are among the ten highest combined rates in Tennessee; and

WHEREAS, It appears that the FY2009 countywide real estate reappraisal to be accomplished by the County Assessor may actually produce total countywide residential property valuations and total countywide non-residential property valuations equal to or less than current valuations established in FY2005; and

WHEREAS, The combination of lower property valuations, excessive property tax rates; the increasing required Debt Service for the county's debt; a change in City of Memphis contributions to the City Schools and County Health Department; and many other issues challenge the county's fiscal health for the next several years; and

WHEREAS, The FY2008 5-year Capital Improvement Program (CIP) scheduled the county's capital spending allocations at \$77,837,844 in FY2009; at \$76,750,000 for FY2010; and \$73,876,600 in FY2011 for a three fiscal year total of \$228,464,444.00; and

WHEREAS, The mayor's proposed FY2009 5-year CIP proposes \$83,347,109 for FY2009; \$80,108,277 for FY2010; and \$74,725,484 for FY2011 for a three fiscal year total of \$238,180,870.00; and

WHEREAS, This Shelby County Board of Commissioners will serve until August 31, 2010 and will have the responsibility to approve the county's Operating Budget and Capital Improvement expenditures and tax rates for FY2009, FY2010, and FY2011 prior to August 31, 2010.

NOW THEREFORE BE IS RESOLVED That the Shelby County administration prepare a revised illustrated revenue budget for the CIP shown below and submit same to the Budget Committee of the Shelby County Board of Commissioners for review and approval.

		<u>FY2009</u>	<u>FY2010</u>	<u>FY2011</u>
Public Works – Cotton Creek		\$1,200,000	0	0
Parks		0	0	0
Public Health		\$1,180,000	\$650,000	\$300,000
Justice Center		\$ 340,000	\$500,000	\$500,000
Juvenile Court		\$600,000	0	\$201,600
Sheriff		0	\$160,000	0
General Govt. Offices		\$1,100,000	\$1,000,000	\$1,000,000
General Govt./Info Tech		\$2,650,000	\$475,000	\$800,000
Convention Center		\$ 225,000	\$250,000	\$250,000
General Govt. & Cont.		\$900,000	\$900,000	\$900,000
Parking Garage		\$1,275,000	\$11,000,000	0
Election Commission		0	\$2,500,000	0
School Construction via NAC		0	\$60,000,000	0
TOTAL CAPITAL OUTLAY		\$9,470,000	\$77,435,000	\$3,951,600

A C Wharton, County Mayor

Date: _____

ATTEST:

Clerk of County Commission

ADOPTED: _____